

Report for Modification Panel

May 2007

Distribution Workstream

Meetings Held

26 April 2007, Elexon, 350 Euston Road, London.

Planned

24 May 2007, Elexon, 350 Euston Road, London.

Matters for Panel's Attention

- 0136 "Reconciliation following AQ Amendment where an SSP becomes an LSP prior to calculation of Provisional Annual Quantity". Workstream Report.
- 0141 "Revision to the 'User Suppressed Reconciliation Values' Financial Incentives arrangements". Workstream Report.

Modification Proposal Activity

New Modification Proposal(s):

- 0144 "Quantification of Value At Risk (VAR) to determine a User's minimum Code Credit Limit Requirement"
- 0145 "Management of Users Approaching and Exceeding Code Credit Limit"
- 0146 "Acceptable Security Tools available to Users for Transportation Credit Arrangements"
- 0147 "Administration of Unsecured Credit Afforded on the basis of Payment History and Independent Assessment"
- 0148 "Aggregation of Credit Positions or Use of Group Ratings"

Withdrawn Modification Proposal(s):

None

Draft Modification Report(s):

- 0135 "To Extend the scope of the RbD Auditor's role ". *Workstream Report due to Panel 16/08/07.*

Final Modification Report(s):

- 0088 "Extension of DM service to enable Consumer Demand Side Management". *Panel Recommendation 17/05/07.*
- 0115 "Correct Apportionment of NDM Error". *Final Modification Report due 21/05/07.*
- 0115A "Correct Apportionment of NDM Error". *Final Modification Report due 21/05/07.*
- 0132 "Clarification of Supply Point Confirmation Notice Requirements for Certain Special Metering Supply Points". Sent to Ofgem 19/04/07.

Implemented Modification Proposal(s):

Rejected Modification Proposal(s):

None

Review Proposal Activity

0126 "Restriction of Invoice Billing Period". *Review Group Report due 21/06/07.*

0131 "LDZ RbD Reconciliation Notification Process". *Review Group Report was due 21/06/07, however an extension has been requested.*

Topics Activity

Topic(s) raised:

None

Topic(s) reviewed:

023Dis Small Value Invoices

Consideration of the management of Small Value Invoices. To be discussed further.

022Dis LDZ Boundary and MPRN mismatch

Consideration of LDZ Boundary and MPRN mismatches. To be discussed further.

021Dis Individual Meter Point Reconciliation

Consideration of Individual Meter Point Reconciliation. Cost/Benefit Analysis to be undertaken to understand impact of reducing threshold of 73,200 Kwh. To be discussed further. Priority amended from High to Medium.

019Dis USRV Incentives

Consideration of User Suppressed Reconciliation Value (USRV) incentives. USRV Incentives reviewed. 0141 Workstream Report produced for May 2007 UNC Panel Meeting. Priority amended from High to Medium.

018Dis Charging for reconciliation quantities

Consideration to change the definition of the Aggregate Reconciliation Period, to reflect the period to which the charge relates. Modification Proposal to be developed and submitted to change the definition of Aggregate Reconciliation Periods to reflect the period to which the charge relates. Priority amended from Medium to Low.

014Dis CSEP NExA Agreements

IGT/DNO/Shipper Interaction with NExA Agreements. Currently there is no commercial incentive for the IGTs to provide required information, impacting revenue, billing, security of supply and RbD. Ofgem will be writing to iGTs asking for an explanation as to why the iGT Modifications have not been implemented along with a request for an action plan.

Topic(s) placed on hold:

None

Topic(s) closed:

013Dis Network Ownership beyond ECV at Prime and Sub-deduct Meter Configuration

Consideration of the maintenance of Network pipes and Network Ownership beyond the Emergency Control Valve (ECV). Workstream agreed closure 26.04.07 however Ofgem would like to provide some feedback on National Grid's presentation at the May 2007 meeting.

Distribution Workstream – Topic Status Report April 2007							
Topic No	Date Created	Topic Originator	Topic Title	Associated Modification Proposal(s)	Priority for Discussion (H/M/L)	Status	Next Step(s)
013Dis	22/09/2005	Total	Network Ownership beyond ECV at Prime and Sub-deduct Meter Configuration.		M	Maintenance of Network pipes and views of Network Ownership beyond the Emergency Control Valve (ECV)	CLOSED: Workstream agreed closure 26.04.07 Ofgem would like to provide some feedback on National Grid's presentation at the May 2007 meeting.
014Dis	24/11/2005	Gas Forum	CSEP NExA Agreements		H	IGT/DNO/Shipper Interaction with NExA Agreements. Currently there is no commercial incentive for the IGT to provide required information, implicating revenue, billing, security of supply, RbD etc...	Ofgem will be writing to iGTs asking for an explanation as to why the iGT Modifications have not been implemented along with a request for an action plan.
018Dis	23/11/06	RWE npower	Charging for reconciliation quantities		L	Consideration of changing the definition of the Aggregate Reconciliation Period to reflect the period to which the charge relates	Modification Proposal to be developed and submitted to change the definition of Aggregate Reconciliation Periods to reflect the period to which the charge relates. To be discussed at the May Distribution Workstream Meeting.
019Dis	25/01/07	National Grid	USRV Incentives	0637 UNC 0141	M	Consideration of User Suppressed Reconciliation Value (USRV) incentives	0141 Workstream Report produced for May 2007 UNC Panel Meeting.

Distribution Workstream – Topic Status Report April 2007							
Topic No	Date Created	Topic Originator	Topic Title	Associated Modification Proposal(s)	Priority for Discussion (H/M/L)	Status	Next Step(s)
021Dis	25/01/07	SSE	Individual Meter Point Reconciliation		M	Consideration of Individual Meter Point Reconciliation	Cost/Benefit Analysis to be undertaken to understand impact of reducing threshold of 73,200 Kwh. To be discussed at the May Distribution Workstream Meeting.
022Dis	25/01/07	WWU	LDZ Boundary and MPRN mismatch		M	Consideration of LDZ Boundary and MPRN mismatches.	xoserve provided an update on outstanding cross-LDZ reconfirmations for February 2007 (excluding within LDZ errors). In total there are 90,209 re-confirmations required. To be discussed at a future Distribution Workstream Meeting.
023Dis	22/02/07	WWU	Small Value Invoices		M	Consideration of the management of Small Value Invoices.	Further conversations to be undertaken with xoserve to establish an efficient mechanism for managing small value credits and debits. To be discussed at a future Distribution Workstream Meeting

Distribution Workstream – Topic Status Report April 2007							
Topic No	Date Created	Topic Originator	Topic Title	Associated Modification Proposal(s)	Priority for Discussion (H/M/L)	Status	Next Step(s)
On Hold							
011Dis	22/09/2005	RWE Npower	Must Reads		L	Consideration of the Meter Read visit being used as a Meter Inspection in reference to Licence Condition 17 obligations.	On Hold 23.02.06 To be discussed in the future.
016Dis	25/05/2006	E.On Total /	Termination of Dormant Shipper Licences		L	It would be beneficial to be able to voluntarily terminate dormant Shipper Licences	Ofgem's Licence team met on 22 November 2006. Topic placed on hold 23.11.06 until the outcome from this meeting is available and further progress can be made with this issue.